

UTAH TRANSIT AUTHORITY  
DISTRICT

2006  
YEAR

## CERTIFICATION OF BUDGET

### ADOPTION OF BUDGET INFORMATION:

In compliance with Title 17A, Part 4 of the Utah Code, I, the undersigned, certify that the attached budget document is a true and correct copy of the budget of UTAH TRANSIT AUTHORITY for the fiscal year ending DECEMBER 31, 2006, as approved and adopted by resolution on DECEMBER 14, 2005. A public hearing, which met the requirements of the Utah Code, section (indicate which):

☐ 17A-1-412 and 413, (applicable to entities who are adopting a budget prior to beginning of the fiscal year)

☐ 59-2-918 and 919, (applicable to entities who have budgeted a tax rate increase)

was held on NOV. 16 & DEC 14 2005.

Subscribed and sworn to this 6<sup>th</sup>

day of January, 2006

Nancy Roman

(Notary Public)



\*

Signed:

[Signature]  
Budget Officer

\* NOT APPLICABLE PER 17A-1-403 (2)

- BUDGET (TENTATIVE) WAS PRESENTED IN A PUBLIC BOARD MEETING IN NOVEMBER

- FINAL BUDGET WAS APPROVED IN A PUBLIC BOARD MEETING IN DECEMBER

# SEE EXHIBIT A AND C

## BUDGET

DISTRICT

for the year ended

2006

### GENERAL FUND

### ENTERPRISE FUND

#### REVENUES

Actual Expenditures  
PRIOR YEAR CURRENT YEAR

BUDGET

Actual Expenditures  
PRIOR YEAR CURRENT YEAR

BUDGET

Taxes: Property

Other:

Fee-in-Lieu of Taxes

Charges for Services

Interest Income

Other:

Other Financing Sources:

Transfers From Other Funds

Contribution From Fund Bal.

TOTAL REVENUES

#### EXPENSES

Salaries and Benefits

Other Operating Expenses

Depreciation

Capital Outlay

Debt Service

Other:

Other Financing Uses:

Transfers To Other Funds

Contribution To Fund Bal.

TOTAL EXPENSES

INCOME OR (LOSS)

SEE EXHIBITS C, D AND B

DISTRICT

BUDGET

for the year ended

CAPITAL PROJECTS FUND

GENERAL FUND

DEBT SERVICE FUND

ENTERPRISE FUND

REVENUES

Taxes: Property

Other:

Fee-in-Lieu of Taxes

Charges for Services

Interest Income

Other:

Other Financing Sources:

Transfers From Other Funds

Contribution From Fund Bal.

TOTAL REVENUES

EXPENSES

Salaries and Benefits

Other Operating Expenses

Depreciation

Capital Outlay

Debt Service

Other:

Other Financing Uses:

Transfers To Other Funds

Contribution To Fund Bal.

TOTAL EXPENSES

Actual Expenditures  
PRIOR YEAR CURRENT YEAR

BUDGET

Actual Expenditures  
PRIOR YEAR CURRENT YEAR

BUDGET

INCOME OR (LOSS)

## Exhibit A

# UTAH TRANSIT AUTHORITY 2006

	ACTUAL	BUDGET 2005	(as of Dec) PROJECTED 2005	FINAL 2006 BUDGET
	2004			
<b>REVENUE</b>				
PASSENGER REVENUE	20,074,587	21,746,660	21,400,000	24,122,000
ADVERTISING REVENUE	1,266,806	1,465,896	1,225,000	1,225,000
INVESTMENT INCOME	1,278,006	1,625,514	1,626,000	5,347,000
SALES TAX REVENUE	112,033,510	116,684,112	119,540,927	125,517,973
OTHER INCOME	621,587	735,005	715,235	736,692
FEDERAL OPER./PREVENT. MAINT.	24,514,063	24,428,000	25,328,000	25,405,120
<b>TOTAL REVENUES</b>	<b>159,788,559</b>	<b>166,685,187</b>	<b>169,835,162</b>	<b>182,353,785</b>
<b>EXPENSES</b>				
BUS SERVICE	64,087,235	64,854,627	67,566,957	70,979,451
RAIL SERVICE	14,376,949	15,406,941	15,203,624	16,924,936
PARATRANSIT SERVICE	11,585,593	13,026,615	12,550,063	13,270,298
RIDESHARE/VANPOOL SERVICES	55,277	127,247	123,980	65,824
OPERATIONS SUPPORT	18,269,641	18,507,578	17,833,025	19,878,331
ADMINISTRATIVE/GENERAL EXPENSES	14,718,363	16,737,977	16,549,946	19,405,668
<b>NET OPERATING EXPENSES*</b>	<b>123,093,058</b>	<b>128,660,985</b>	<b>129,827,595</b>	<b>140,524,508</b>
<b>MAJOR INVESTMENT STUDIES</b>				
EXPENSES	7,113,068	22,243,000	11,350,000	14,868,127
OFFSETTING PROJECT FUNDS*	(4,827,247)	(17,572,000)	(9,965,000)	(11,731,840)
<b>NET INVESTMENT EXPENSE</b>	<b>2,285,821</b>	<b>4,671,000</b>	<b>1,385,000</b>	<b>3,136,287</b>
<b>NET EXPENSE</b>	<b>125,378,879</b>	<b>133,331,985</b>	<b>131,212,595</b>	<b>143,660,795</b>
<b>AVAILABLE</b>	<b>34,409,680</b>	<b>33,353,202</b>	<b>38,622,567</b>	<b>38,692,990</b>
<b>DEBT RETIREMENT</b>		(50,000,000)		(50,000,000)
<b>NEW DEBT ISSUED</b>	<b>40,000,000</b>	<b>175,000,000</b>	<b>175,000,000</b>	<b>175,000,000</b>
<b>BOND DEBT SERVICE</b>	<b>(9,814,070)</b>	<b>(21,790,304)</b>	<b>(10,248,337)</b>	<b>(24,532,787)</b>
<b>OFFSETTING BOND FUNDS*</b>	<b>365,934</b>	<b>714,788</b>	<b>672,221</b>	<b>12,900,000</b>
<b>CONTRIBUTION TO CAPITAL RESERVES</b>	<b>24,961,544</b>	<b>12,277,686</b>	<b>29,046,451</b>	<b>27,060,203</b>

\* Federal, State or Local grants or major capitalized expenses.

1/6/2006

**UTAH TRANSIT AUTHORITY  
CAPITAL PROJECT BUDGET  
2006**

Exhibit B 1/6/2006	Final 2006 Budget	2007 Expenditures
<b>REVENUE SERVICE VEHICLES</b>		
<b>Additional and Replacement Buses and Vans</b>		
11 Replacement 40' Buses	\$ 3,300,000	\$ -
74 Expansion Rideshare Vans	\$ 1,924,000	\$ -
66 Replacement Rideshare Vans	\$ 1,716,000	\$ -
9 Paratransit Vans	\$ 585,000	\$ -
Purchase Bicycle Equipment	\$ 50,000	\$ -
	<u>\$ 7,575,000</u>	<u>\$ -</u>
<b>Future Grants - Additional and Replacement Buses and Vans</b>		
19 Replacement Buses	\$ 5,700,000	\$ 8,125,000
Future Replacement Vans for Paratransit	\$ -	\$ 559,000
5 Buses	\$ 1,500,000	\$ 1,250,000
13 Vanpool Vans (SL)	\$ 338,000	\$ 336,559
7 Vanpool Vans (Og)	\$ 182,000	\$ 159,140
6 Vanpool Vans (Provo Orem)	\$ 156,000	\$ 161,291
	<u>\$ 7,876,000</u>	<u>\$ 10,590,990</u>
<b>Sub-Total</b>	<b>\$ 15,451,000</b>	<b>\$ 10,590,990</b>
<b>INFORMATION / COMMUNICATION / ITS</b>		
<b>Bus and Rail Communication Equipment, ITS and Fiber Optic Equipment. Upgrade of UTA's Network, Server replacement and the Electronic Fare Collection Pilot Project.</b>	\$ 3,489,772	\$ 100,000
<b>Future Grant - Items ITS Deployment and Fiber Optic Cable</b>	<u>\$ 3,508,065</u>	<u>\$ 1,250,000</u>
<b>Sub-Total</b>	<b>\$ 6,997,837</b>	<b>\$ 1,350,000</b>
<b>FACILITIES, MAINT. AND OFFICE EQUIP.</b>		
<b>Non Grant - Major Components, Facilities Maintenance and Office Equipment</b>	\$ 4,800,000	\$ 4,635,000
<b>MAJOR STRATEGIC PROJECTS</b>		
<b>Transit enhancements and Security equipment</b>	\$ 1,205,445	\$ 25,000
<b>Facility projects &amp; upgrades, Wastewater facilities, Remodeling Projects, etc.</b>	\$ 1,710,000	\$ -
New Facility Expansion	\$ 7,000,000	\$ -
Diesel Shop	\$ 1,837,000	\$ -
Light Rail Paint Booth	\$ 1,755,000	\$ -
100th / 106th Joint Development Enviromental & Design	\$ 2,000,000	\$ -
BRT Buses	\$ 1,500,000	\$ 1,500,000
Mobility Center	\$ 1,200,000	\$ -
	<u>\$ 17,002,000</u>	<u>\$ 1,500,000</u>
<b>Future Grant Items - Enhancements, Security Equipment, Trails and Facilities</b>	\$ 2,258,489	\$ 2,224,115
Gateway Intermodal Terminal	\$ 3,033,994	\$ 9,884,998
West Valley Intermodal Terminal	\$ 1,200,000	\$ 3,600,000
Transit Center 9400 So.	\$ 2,350,000	\$ -
BRT Demo 3500 So	\$ 1,900,000	\$ -
State Street Bridge	\$ 5,071,575	\$ 5,107,527
	<u>\$ 15,814,058</u>	<u>\$ 20,816,640</u>
<b>Sub-Total</b>	<b>\$ 34,021,503</b>	<b>\$ 22,341,640</b>

**UTAH TRANSIT AUTHORITY  
CAPITAL PROJECT BUDGET  
2006**

**Exhibit B  
1/6/2006**

	Final 2006 Budget	2007 Expenditures
<b>TRAX &amp; COMMUTER RAIL</b>		
<b>TRAX and Rail Projects, Vehicle Equipment &amp; Overhauls</b>		
Rehab Used LRT Cars	\$ -	\$ -
Med Center LRT	\$ 1,056,447	\$ 3,525,784
DMU Demonstration	\$ 500,000	\$ -
Commuter Rail Start- Up	\$ 900,000	\$ -
UTDC Upgrades	\$ 400,000	\$ -
Vehicle Equipment & Overhauls	\$ 500,000	\$ -
UTA Spare Parts	\$ 1,226,075	\$ -
University LRT Shared Left Turn Lane	\$ 50,000	\$ -
SLC TRAX Connection to Hub	\$ 2,680,000	\$ 18,600,000
	\$ 7,312,522	\$ 22,125,784
<b>Future Grant - Commuter Rail and TRAX projects</b>		
Commuter Rail North	\$ 227,131,028	\$ 179,591,993
TRAX Extension to Gateway	\$ -	\$ 10,562,500
LR Vehicle Rehab.	\$ 8,296,405	\$ 1,567,616
	\$ 235,427,433	\$ 191,722,109
<b>Sub-Total</b>	<b>\$ 242,739,955</b>	<b>\$ 213,847,893</b>
 <b>Total Cost of Capital Items</b>	 <b>\$ 304,010,295</b>	 <b>\$ 252,765,523</b>
 <b>Sources of Funds for Capital Items</b>		
Current/Future Grants	\$ 33,791,434	
Contributed	\$ 10,717,070	
Bond Pay out	\$ (50,000,000)	
Bonding	\$ 175,000,000	
UTA ROW Match	\$ 16,084,000	
UTA Match (Includes remaining 2005B Bond funds)	\$ 118,417,791	
<b>Total</b>	<b>\$ 304,010,295</b>	

Current and Future Grants the Authority receives from the Federal Government generally requires a 3% to 50% match.

**FUND BALANCE REPORT  
2006 FORECASTED**

**Exhibit C**

	General Fund	Rail Construction Fund	Bond Fund	Risk Contingency Fund	PROJECTED All Funds 2006
<b>BEGINNING FUND BALANCE - 1/01/06</b>	84,082,000	104,207,000	22,307,000	6,102,000	216,698,000
<b>Revenue:</b>					
Passenger	23,822,000				23,822,000
Advertising	1,225,000				1,225,000
Investment Income	2,396,250	1,608,412	836,513	228,825	5,070,000
Sales Tax	125,517,973				125,517,973
Other Income	736,692				736,692
Federal Operating Funds/ Prevent. Maintenance	25,405,120				25,405,120
Offsetting Operating Funds	24,631,840				24,631,840
Capital Grants	33,791,434				33,791,434
Debt Issue		175,000,000			175,000,000
Contributed Capital	10,717,070				10,717,070
<b>TOTAL RESOURCES</b>	<b>248,243,379</b>	<b>176,608,412</b>	<b>836,513</b>	<b>228,825</b>	<b>425,917,129</b>
<b>Transfers To ( - ) / From ( + )</b>	<b>-73,696,274</b>		<b>73,696,274</b>		<b>0</b>
<b>TOTAL AVAILABLE RESOURCES</b>	<b>258,629,105</b>	<b>280,815,412</b>	<b>96,839,787</b>	<b>6,330,825</b>	<b>642,615,129</b>
<b>Expenditures</b>					
Operating Expenses	155,392,635				155,392,635
Debt Service			24,532,787		24,532,787
Debt Retirement*			50,000,000		50,000,000
Debt Reserve					0
Capital Projects **	61,270,340				61,270,340
Capital - Rail Construction **		226,655,955			226,655,955
<b>TOTAL EXPENDITURES</b>	<b>216,662,975</b>	<b>226,655,955</b>	<b>74,532,787</b>	<b>0</b>	<b>517,851,717</b>
<b>ENDING FUND BALANCE -12/31/06</b>	<b>41,966,130</b>	<b>54,159,457</b>	<b>22,307,000</b>	<b>6,330,825</b>	<b>124,763,412</b>

**Notes:**

\* UTA will fully redeem its Series 2002 B Bonds, in the principal amount of \$50,000,000 in 2006.

\*\* Capital items can be found in section 2.5 Capital Expenditure, Exhibit B, \$61,270,340 (Capital Projects) + \$242,739,955 (Capital - Rail Construction) = \$304,010,295 (Total Capital). The \$242,739,955 Capital Budget for Rail Construction includes \$16,084,000 in UTA Right of Way Match (non-cash item).

**Description of Fund Structure**

**General Fund:** This fund is the chief operating fund of UTA. It is used to account for all financial resources and expenses except those accounted for in the other funds. Payment for the cost of all capital projects are paid out of the general fund with the exception of rail construction (which includes LRT and commuter rail) which is paid for out of the Rail Construction Fund.

**Rail Construction Fund:** This fund was initially created for construction of the N/S LRT project, but is now used for construction of other LRT projects and for construction of the commuter rail project. It includes funds specifically set aside for rail construction, as well as proceeds from Sales Tax and Transportation Revenue Bonds issued for rail construction, receipts from Grant drawdowns and interest earned on the funds.

**Bond Fund:** This fund was created to hold monies set aside for the payment of debt service on bonds. The funds are held by a Trustee and administered pursuant to Bond Indenture provisions. The amount in this fund is set by the indenture.

**Risk Contingency Fund:** The Risk Contingency Fund is used for UTA's self insurance program. Under the Utah Governmental Immunity Act, the maximum statutory liability in any one accident is \$1,000,000. The Authority is self-insured for amounts under this limit.

**SCHEDULE OF SALES TAX AND TRANSPORTATION REVENUE BONDS OUTSTANDING (as of 1/1/06)**  
**Exhibit D**

Description	Date of Maturity	Coupon Interest Rates	Principal Amount Payable
<b>Senior Debt</b>			
Series 1997 A, Sales Tax and Transportation Revenue Bonds*			
(Salt Lake County Light Rail Transit "TRAX" Project)			
	December 15, 2006	4.70%	\$ 890,000
	December 15, 2007	4.75%	\$ 935,000
			<u>\$ 1,825,000</u>

\*All 1997 A Bonds maturing on and after December 15, 2008 were legally defeased by the 2005 A Bond issue. Actual redemption will occur on December 15, 2007 with monies currently held in escrow.

Series 2002 A, Sales Tax Revenue Bonds  
(Acquisition of Rail Rights-of -Way)

June 15, 2006	5.00%	\$ 3,200,000
June 15, 2007	5.00%	\$ 3,350,000
June 15, 2008	3.25%	\$ 3,500,000
June 15, 2009	5.00%	\$ 3,650,000
June 15, 2010	5.00%	\$ 3,850,000
June 15, 2011	5.00%	\$ 4,025,000
June 15, 2012	4.00%	\$ 4,225,000
June 15, 2013	5.00%	\$ 4,425,000
June 15, 2014	5.00%	\$ 4,650,000
June 15, 2015	5.00%	\$ 4,875,000
June 15, 2016	4.00%	\$ 5,100,000
June 15, 2017	4.125%	\$ 5,325,000
June 15, 2018	5.00%	\$ 5,575,000
June 15, 2019	5.00%	\$ 5,850,000
June 15, 2020	5.00%	\$ 6,150,000
June 15, 2021	5.00%	\$ 6,475,000
June 15, 2022	5.00%	\$ 6,800,000
June 15, 2023	5.00%	\$ 7,150,000
June 15, 2024	5.00%	\$ 7,525,000
June 15, 2025	5.00%	\$ 7,900,000
June 15, 2026	5.00%	\$ 8,300,000
June 15, 2027	5.00%	\$ 8,725,000
June 15, 2032	5.00%	\$ 50,825,000
		<u>\$ 171,450,000</u>

Series 2005 A, Sales Tax Revenue Refunding Bonds  
(Advanced Refunding of a Portion of the 1997 A Bonds)

June 15, 2008	3.25%	\$ 870,000
June 15, 2008	4.00%	\$ 100,000
June 15, 2009	5.00%	\$ 1,015,000
June 15, 2010	5.00%	\$ 245,000
June 15, 2010	3.50%	\$ 815,000
June 15, 2011	5.00%	\$ 1,100,000
June 15, 2012	5.00%	\$ 1,165,000
June 15, 2013	3.75%	\$ 1,215,000
June 15, 2014	5.00%	\$ 1,270,000
June 15, 2015	5.00%	\$ 1,330,000
June 15, 2016	5.25%	\$ 1,400,000
June 15, 2017	5.25%	\$ 1,470,000
June 15, 2018	5.25%	\$ 1,550,000
June 15, 2019	5.25%	\$ 1,635,000
June 15, 2020	5.25%	\$ 1,720,000
June 15, 2021	5.25%	\$ 1,815,000
June 15, 2022	5.25%	\$ 1,915,000
		<u>\$ 20,630,000</u>



**Series 2005 B, Sales Tax Revenue Bonds**  
(Commuter Rail North Project)

June 15, 2007	3.50%	\$	1,850,000
June 15, 2008	3.50%	\$	1,925,000
June 15, 2009	3.50%	\$	2,000,000
June 15, 2010	3.50%	\$	2,050,000
June 15, 2011	3.50%	\$	2,175,000
June 15, 2012	4.00%	\$	2,225,000
June 15, 2013	4.00%	\$	2,300,000
June 15, 2014	4.00%	\$	2,400,000
June 15, 2015	4.00%	\$	2,525,000
June 15, 2016	5.00%	\$	2,625,000
June 15, 2017	5.00%	\$	2,775,000
June 15, 2018	5.00%	\$	2,900,000
June 15, 2019	4.00%	\$	3,050,000
June 15, 2020	4.00%	\$	3,175,000
June 15, 2021	4.125%	\$	3,300,000
June 15, 2022	4.125%	\$	3,450,000
June 15, 2023	5.00%	\$	5,625,000
June 15, 2024	5.00%	\$	5,900,000
June 15, 2025	4.25%	\$	6,175,000
June 15, 2026	4.375%	\$	6,450,000
June 15, 2027	4.375%	\$	6,750,000
June 15, 2028	4.375%	\$	7,050,000
June 15, 2030	4.50%	\$	15,075,000
June 15, 2033	4.50%	\$	37,100,000
June 15, 2035	4.375%	\$	44,150,000
		\$	175,000,000

**Subordinate Debt**

**Series 2002 B, Subordinated Sales Tax Revenue Bonds;**  
(Medical Center Light Rail Transit Project)

September 1, 2032	Variable Rate	\$	50,000,000
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**Total Outstanding Sales Tax and Transportation Revenue Debt**

**\$ 418,905,000**

**LEGAL DEBT LIMIT (as of 1/1/06)**

Utah Transit Authority has a legal debt limitation not to exceed 3% aggregate of the fair market value of all real and personal property in the District. This means that the total amount of bonds, notes, warrants or any other type of obligations issued or outstanding will not be greater than 3% of property in the District. The fair market value below is based on 2004 assessed values in the areas the Authority serves.

**Total Legal Debt Limit**

Fair Market Value (based on 2004 233B Report)		\$ 124,208,517,667
		@ 3%
Debt Limit: 3% of assessed value		<u>3,726,255,530</u>
Debt applicable to limitation		
Total applicable debt	\$ 418,905,000	
Less amount available in Debt Service Fund for repayment of debt	<u>\$ -</u>	
Total debt applicable to limitation		<u>\$ 418,905,000</u>
Unused Legal Debt Limit		<u>\$ 3,307,350,530</u>